

## STATE HEALTH PLANNING AND DEVELOPMENT AGENCY

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October 6, 2021

## CERTIFIED MAIL, RETURN RECEIPT REQUESTED

Thomas L. Weinberg President Dialysis Newco I, LLC 5851 Legacy Circle, Suite 900 Plano, Texas 75024

Dear Mr. Weinberg:

The State Health Planning and Development Agency has evaluated Dialysis Newco I, LLC's Certificate of Need application #21-17A for the acquisition of membership interests in U.S. Renal Care Oahu-wide and Hawaii County outpatient dialysis clinics, at a capital cost of \$16,374,961.

Pursuant to Title 11, Chapter 186 of the Hawaii Administrative Rules (HAR), the Agency finds that:

- (a) The proposal is eligible for administrative review as it meets the criterion in HAR 11-186-99.1(b)(4), i.e.: "Any change of ownership, where the change is from one entity to another substantially related entity."
- (b) The applicant, Dialysis Newco I, LLC, has proven by a preponderance of the evidence that its proposal meets the Certificate of Need criteria in HAR 11-186-15(a).
- (c) There is no compelling public interest which will be served by requiring the application to go through the standard review process.

As required under Section 323D-43(b), Hawai'i Revised Statutes (HRS), the Agency concludes and determines that:

- 1. There is a public need for this proposal.
- 2. The cost of this proposal will not be unreasonable in light of the benefits it will provide and its impact on health care costs.

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Accordingly, the State Health Planning and Development Agency hereby APPROVES and ISSUES a Certificate of Need to Dialysis Newco I, LLC for the proposal described in Certificate of Need application #21-17A. The maximum capital expenditure allowed under this approval is \$16,374,961.

Serafin Colmenares, Jr.

Administrator